## In the Claims:

Please cancel claims 1-10 without prejudice and enter new claims 11-23 therefor:

- 11. A method for producing cells for implantation at the site of a bone infirmity in a human, said method comprising the steps of:
  - (a) transforming a human progenitor cell with a DNA encoding bone morphogenesis protein 2 (BMP-2); and
  - (b) culturing the human progenitor cell transformed in step (a), whereby cells are produced for implantation at the site of a bone infirmity in a human.
  - 12. The method of claim 11 wherein said human progenitor cell is a pluripotent progenitor stem cell.
  - 13. The method of claim 11 wherein said human progenitor cell is a cultured cell line cell.
  - 14. The method of claim13 wherein said human progenitor cell is a bone marrow stromal cultured cell line cell.
  - 15. The method of claim13 wherein said cell contains an endogenous bone morphogenesis protein receptor.
  - 16. The method of claim 11 wherein said human progenitor cell is a primary cell.



- 17. A method for producing cells for implantation at the site of a bone infirmity in a human, said method comprising the steps of:
  - (a) transforming a human progenitor cell with a DNA encoding bone morphogenesis protein 2 and a DNA encoding a bone morphogenesis protein receptor protein; and
  - (b) culturing the human progenitor cell transformed in step (a), whereby a cell for implantation at the site of a bone infirmity is produced.
- 18. The method of claim 17 wherein the human progenitor cell is a cultured cell line cell.
- 19. The method of claim 18 wherein said human progenitor cell is a pluripotent progenitor stem cell.
- 20. The method of claim 18 wherein said human progenitor stem cell contains an endogenous bone morphogenesis protein receptor.
- 21. The method of claim 17 wherein said human progenitor cell is a primary cell.
- 22. The method of claim 21 wherein said human progenitor cell contains an endogenous bone morphogenesis protein receptor.
- 23. The method of claim 17 wherein said human progenitor cell also expresses parathyroid hormone and a parathyroid hormone receptor protein. --